

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1764

January 25, 2022

SUMMARY OF BILL: Requires the Basic Education Program (BEP) formula to provide funding for one full-time school counselor position for each 350 students or one full-time position for each local education agency, whichever is greater.

FISCAL IMPACT:

Increase State Expenditures - \$21,677,200/FY22-23 and Subsequent Years

Assumptions:

- Counselors in grades kindergarten through six are funded at a ratio of 1:500 students and counselors in grades seven through twelve are funded at a ratio of 1:350 students.
- Based on information provided by the Department of Education (DOE), changing the funding ratio for school counselors to 1:350 students increases the number of counselor positions generated through the BEP from 2,295.1 to 2,791.6 for a net increase of approximately 496.5 positions.
- The state share of the BEP will fund approximately \$43,660 per nursing position.
- Re-calculating the FY21-22 BEP, using a counselor to student ratio of 1:350 will result in an increase in state expenditures of \$21,677,190 (496.5 positions x \$43,660).
- The increase in BEP funding will increase the minimum required local match by \$18,987,000 for districts receiving an increase in BEP funding as a result of this bill.
- Based on FY21-22 local maintenance of effort levels, no local school districts will need to increase their BEP local match contributions as a result of the proposed legislation, as all districts are currently contributing local funds in excess of the minimum required local match and the increased local match requirements mandated by this legislation do not exceed such current local contributions for any of the districts.
- However, future legislation which alters the BEP funding formula may result in local governments utilizing current excess local contributions to fund the minimum local match requirement and a combination of multiple such legislation may result in mandatory increases in local match requirements for certain school districts.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The script is cursive and fluid, with the first letters of each name being capitalized and prominent.

Krista Lee Carsner, Executive Director

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